7. *Amendment of Tamil Nadu Act* 8 *of* 1962.—In the Tamil Nadu Stamp (Increase of Duties) Act, 1962 (Tamil Nadu Act 8 of 1962),—

(*a*) section 2 shall be omitted ;

(*b*) in section 6, in sub-section (1), the brackets, words and figures "(including the increase of stamp duty effected by section 2)" shall be omitted.

I certify that this is a Money Bill.

Fort St. George, Madras.
19th April 1975.

K. GOVINDAN,
Speaker.
Tamil Nadu Legislative Assembly.

இணைப்பு—V

(365 ஆம் பக்கத்தில் இனம் 7 [5]-க்கான அடிக்குறிப்பைக் காண்க.)

L.A. Bill No. 19 of 1975.

(As passed by the Assembly).

A Bill to amend the Tamil Nadu Chit Funds Act, 1961.

Be it enacted by the Legislature of the State of Tamil Nadu in the Twenty-sixth Year of the Republic of India as follows :—

1. *Short title and commencement.*—(1) This Act may be called the Tamil Nadu Chit Funds (Amendment) Act, 1975.

(2) It shall come into force on such date as the Government may, by notification, appoint.

2. *Amendment of section* 7, *Tamil Nadu Act* 24 *of* 1961.—In section 7 of the Tamil Nadu Chit Funds Act, 1961 (Tamil Nadu Act 24 of 1961) (hereinafter referred to as the principal Act), in sub-section (1), after the words "a certificate of commencement", the words " in respect of each such chit" shall be inserted.

3. *Amendment of section* 12, *Tamil Nadu Act* 24 *of* 1961.—In section 12 of the principal Act,—

(i) for sub-section (1), the following sub-section shall be substituted, namely :—

"(1) For the proper conduct of the chit every foreman shall, before applying for the certificate of commencement under section 7, deposit with the Government by way of security in such manner as may be prescribed an amount of cash at the rate specified below :—

Rate of Security.

(i) In the case of a chit of not more than twenty instalments.	An amount equal to the chit amount.
(ii) In the case of a chit of more than twenty instalments, but not more than forty instalments.	An amount equal to two times the chit amount.
(iii) In the case of a chit of more than forty instalments, but not more than sixty instalments.	An amount equal to three times the chit amount.
(iv) In the case of a chit of more than sixty instalments.	An amount equal to four times the chit amount."

(ii) in sub-section (4), for the expression "release the property charged by way of security or order the release of the cash security or the Government securities", the expression "order the release of the cash security" shall be substituted;

(iii) in sub-section (5), the words "value or" in the four places where they occur shall be omitted.

4. *Amendment of section* 38, *Tamil Nadu Act* 24 *of* 1961.—In section 38 of the principal Act, in clause (*b*), the words "or if he commits any such act in respect thereto as are calculated to impair materially the nature of the security or the value thereof" shall be omitted.

5. *Amendment of section* 54, *Tamil Nadu Act* 24 *of* 1961.—In section 54 of the principal Act, in sub-section (1),—

(i) in clause (*c*), the expression, "under clause (*a*) of sub-section (1) of section 12 or " shall be omitted ;

(ii) in clause (*d*), the expression "sub-section (4) or sub-section (5) of " shall be omitted.

6. *Amendment of section* 63, *Tamil Nadu Act* 24 *of* 1961—In section 63 of the principal Act, in sub-section (2), for clause (*e*), the following clause shall be substituted, namely:—

"(*e*) the rate of interest to be paid to tho foreman in respect of the amount oi cash security deposited with the Government **under** section 12 ,".

7. *The principal Act as amended by this Act to apply to new chits only*— The provisions of the principal Act as amended by this Act shall apply only to chits in respect of which the certficate of commencement under section 7 of the principal Act as amended by this Act is obtained on or after the date of the commencement of this Act, and in relation to chits in respect of which a certificate of commencement has been obtained before such date, the provisions of the principal Aet shall apply as if this Act had not been passed.

I certify that this is a Money Bill.

வாய்மையே வெல்லும்
TRUTH ALONE TRIUMPHS

Fort St. George,
Madras.
19th April 1975.

K. GOVINDAN,
Speaker,
Tamil Nadu Legislative Assembly.